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SEC  
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Section  
ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III  
FEB 26 2016

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Washington DC FACING PAGE  
Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 01/01/2015 AND ENDING 12/31/2015  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: KCG Securities, LLC

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

13961 S. Minuteman Drive, Suite 300A

(No. and Street)

Draper

UT

84020

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Stanley Kimball 801-984-8000

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Haynie & Co

(Name - if individual, state last, first, middle name)

50 West Broadway, Suite 600

Salt Lake City

UT

84101

(Address)

(City)

(State)

(Zip Code)

**CHECK ONE:**

- ☒ Certified Public Accountant  
☐ Public Accountant  
☐ Accountant not resident in United States or any of its possessions.

**FOR OFFICIAL USE ONLY**

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

Potential persons who are to respond to the collection of  
information contained in this form are not required to respond  
unless the form displays a currently valid OMB control number.

**KCG Securities, LLC**

**Form X-17A-5 with Report of  
Independent Registered Public Accounting Firm  
For the Year Ended December 31, 2015**

**CRD# 151300**

# KCG Securities, LLC

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**Certified Public Accountants** (a professional corporation)

1785 West Printers Row Salt Lake City, Utah 84119 (801) 972-4800 Fax (801) 972-8941

## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Members of Management  
KCG Securities, LLC  
Draper, Utah

We have audited the accompanying statement of financial condition of KCG Securities, LLC (the Company) as of December 31, 2015, and the related statements of operations, changes in members' equity and cash flows for the year then ended, and the related notes to the financial statements. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of KCG Securities, LLC as of December 31, 2015, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States.

The supplementary information contained in Schedules I, II, and III (the Supplemental Information) has been subjected to audit procedures performed in conjunction with the audit of KCG Securities, LLC's financial statements. The Supplemental Information is the responsibility of KCG Securities, LLC's management. Our audit procedures included determining whether the Supplemental Information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the Supplemental Information. In forming our opinion on the Supplemental Information, we evaluated whether the Supplemental Information, including its form and content,

is presented in conformity with 17 C.F.R. § 240.17a-5. In our opinion, the supplementary information contained in Schedules I, II, and III is fairly stated, in all material respects, in relation to the financial statements as a whole.

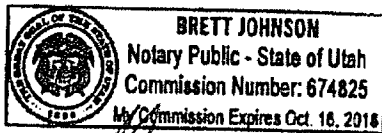
*Haynie & Company*  
Haynie & Company  
Salt Lake City, Utah  
February 24, 2016

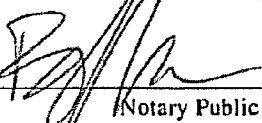
## OATH OR AFFIRMATION

I, Stanley Kimball, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of KCG Securities, LLC, as of December 31, 20 15, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_

\_\_\_\_\_



  
Notary Public

  
Signature

Chief Financial Officer/FinOp

Title

This report \*\* contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☒ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☒ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☒ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☒ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☒ (m) A copy of the SIPC Supplemental Report.
- ☒ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

**\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).**

**KCG Securities, LLC**  
**Statement of Financial Condition**  
**December 31, 2015**

**ASSETS**

Cash	\$ 74,749
Commissions receivable	18,363
Deposit with clearing broker	10,000
Prepaid Insurance	6,769
<b><i>Current Assets</i></b>	<u>109,881</u>
 Equipment, net of accumulated depreciation of \$8,595	 <u>0</u>
 <b><i>Total Assets</i></b>	 <u><u>\$ 109,881</u></u>

**LIABILITIES AND MEMBERS' EQUITY**

**LIABILITIES:**

Commissions Payable	\$ 7,179
Accrued expenses	200
<b><i>Current Liabilities</i></b>	<u>7,379</u>
 <b><i>Total Liabilities</i></b>	 <u>7,379</u>

**COMMITMENTS AND CONTINGENCIES (Notes 3 and 4)**

<b>MEMBERS' EQUITY</b>	<u>102,502</u>
 <b><i>Total Liabilities and Members' Equity</i></b>	 <u><u>\$ 109,881</u></u>

The accompanying notes are an integral part of these Financial Statements.

**KCG Securities, LLC**  
**Statement of Income**  
**For the Year Ended December 31, 2015**

**REVENUE:**

Commission income	<u>\$ 1,681,206</u>
-------------------	---------------------

<b><i>Total Revenue</i></b>	<u>1,681,206</u>
-----------------------------	------------------

**EXPENSES:**

Commission expense	245,549
Payroll expenses	158,876
General and administrative	50,890
Regulatory, compliance and registration fees	15,586
Clearing charges	13,008
Professional fees	21,181
Occupancy costs (Note 3)	<u>21,466</u>

<b><i>Total Expenses</i></b>	<u>526,556</u>
------------------------------	----------------

<b>NET INCOME</b>	<u><u>\$ 1,154,650</u></u>
-------------------	----------------------------

The accompanying notes are an integral part of these Financial Statements.



**KCG Securities, LLC**  
**Statement of Changes in Members' Equity**  
**For the Year Ended December 31, 2015**

<b>BALANCE</b> , December 31, 2014	\$ 113,880
Net income	1,154,650
Capital Distributions	<u>(1,166,028)</u>
<b>BALANCE</b> , December 31, 2015	<u><u>\$ 102,502</u></u>

The accompanying notes are an integral part of these Financial Statements.

**KCG Securities, LLC**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2015**

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Net income	\$ 1,154,650
Adjustments to reconcile net income to net cash Provided by operating activities:	
Depreciation	1,003
Changes in Operating Assets and Liabilities:	
Increase in prepaid insurance	(147)
Decrease in commissions receivable	9,852
Decrease in commissions payable	(6,493)
Increase in accrued expenses	100

<i><b>Net cash provided by operating activities</b></i>	1,158,965
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**CASH FLOWS FROM INVESTING ACTIVITIES:**

-

**CASH FLOWS FROM FINANCING ACTIVITIES:**

Capital distributions	(1,166,028)
-----------------------	-------------

<i><b>Net cash used by financing activities</b></i>	(1,166,028)
---	-------------

<b>NET DECREASE IN CASH</b>	(7,063)
-----------------------------	---------

<b>CASH, at beginning of year</b>	81,812
-----------------------------------	--------

<b>CASH, at end of year</b>	\$ 74,749
-----------------------------	-----------

**SUPPLEMENTAL CASH FLOW INFORMATION**

Cash paid for Taxes	\$ -
---------------------	------

Cash paid for Interest	\$ -
------------------------	------

The accompanying notes are an integral part of these Financial Statements.

**KCG Securities, LLC**  
**Notes to Financial Statements**  
**December 31, 2015**

***NOTE 1- ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

**Organization and Business**

Knox Capital Securities, LLC was formed as a limited liability company on May 15, 2009 and commenced operations on June 5, 2009. Effective July 9, 2009, Knox Capital Securities, LLC changed its name to KCG Securities, LLC (the "Company"). The Company became licensed as a securities broker-dealer with the Securities and Exchange Commission on April 20, 2010 and is a member of the Financial Industry Regulatory Authority, Inc. ("FINRA"). The Company deals primarily in the sale of annuities and life insurance products.

**Clearing Agreement**

The Company, under Rule 15c3-3(k)(2)(ii), is exempt from the reserve and possession or control requirements of Rule 15c3-3 of the Securities and Exchange Commission. The Company does not carry or clear customer accounts. Accordingly, all customer transactions are executed and cleared on behalf of the Company by its clearing broker on a fully disclosed basis. The Company's agreement with its clearing broker provides that as clearing broker, that firm will make and keep such records of the transactions effected and cleared in the customer accounts as are customarily made and kept by a clearing broker pursuant to the requirements of Rules 17a-3 and 17a-4 of the Securities and Exchange Act of 1934, as amended (the "Act"). It also performs all services customarily incident thereto, including the preparation and distribution of customers' confirmations and statements and maintenance margin requirements under the Act and the rules of the Self Regulatory Organizations of which the Company is a member.

**Revenue Recognition**

The Company records securities transactions and related revenue and expenses on a trade date basis.

**Equipment**

Equipment is recorded at cost. Depreciation is computed using the straight-line method over the estimated useful life of the asset, currently five years. Repairs and maintenance costs are expensed as incurred, and expenditures for major additions and improvements are capitalized. Depreciation expense was \$1,003 during 2015.

**KCG Securities, LLC**  
**Notes to Financial Statements**  
**December 31, 2015**

***NOTE 1- ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)***

**Commissions Receivable**

The Company records commissions when earned. Commissions receivable are periodically reviewed to determine whether the amounts are collectible. Commissions receivable are written off when they are determined to be uncollectible. As of December 31, 2015, the Company determined that all commissions were collectible.

**Cash Equivalents**

For purposes of the statement of cash flows, the Company considers money market funds with original maturities of three months or less to be cash equivalents.

**Income Taxes**

The Company is taxed as a partnership under the provisions of the federal and state tax codes. All income and loss is passed through to the respective members' tax returns and taxes are paid at each members' respective tax rates. Accordingly, no provision for income taxes has been provided in the accompanying financial statements. The Company files an income tax return in the U.S. federal jurisdiction, and may file income tax returns in various U.S. states.

As of December 31, 2015, the Company has no liabilities for unrecognized tax benefits. The Company's policy is to recognize potential interest and penalties accrued related to unrecognized tax benefits within general and administrative expenses. For the year ended December 31, 2015, the Company did not recognize any interest or penalties in its statement of operations, nor did it have any interest or penalties accrued in its balance sheet at December 31, 2015 relating to unrecognized tax benefits.

The calendar tax years 2015, 2014, 2013 and 2012 remain open to examination for federal income tax purposes and by other major taxing jurisdictions to which the Company is subject.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

***NOTE 2- NET CAPITAL REQUIREMENTS***

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, the Company is required to maintain a minimum net capital, as defined under such provisions. The Company has a minimum net capital requirement of the greater of \$5,000 or 6 2/3% of aggregate indebtedness. At December 31, 2015, the Company had net capital of \$95,514, which was \$90,514 in excess of its required net capital of \$5,000. The Company's net capital ratio (aggregate indebtedness to net capital) as of December 31, 2015 was 0.08 to 1.

**KCG Securities, LLC**  
**Notes to Financial Statements**  
**December 31, 2015**

***NOTE 3- RELATED PARTY TRANSACTIONS AND COMMITMENTS***

The Company has a non-cancellable sublease and expense sharing arrangement with Crimson Holdings, LLC ("Crimson"), an entity related through common ownership. Under this arrangement, the Company has agreed to pay Crimson a monthly amount to sublease office space and to cover certain office supplies, copying costs and phone bills. The Company paid a net amount of \$43,015 during the year ended December 31, 2015 to Crimson for these services.

Future rental commitments for the next five years under this lease as of December 31, 2015, are as follows:

<b>Year</b>	<b>Amount</b>
2016	\$21,012
2017	\$21,012
2018	\$21,012
2019	\$21,012
2020	\$21,012

Total rental expense of \$21,466 was charged to operations during the year ended December 31, 2015.

The Company has a payroll expense sharing arrangement with Knox Capital Group, Inc., an entity related through common ownership. Under this arrangement, Knox Capital Group, Inc. (the "payroll company") pays for all salaries on behalf of the Company. The Company then reimburses the payroll company for their share of salaries. The Company paid \$158,876 in office salaries to the payroll company during the year ended December 31, 2015.

***NOTE 4- FINANCIAL INSTRUMENTS, OFF-BALANCE SHEET RISKS AND CONTINGENCIES***

In the normal course of business, the Company's activities through its clearing broker involve the execution, settlement and financing of various customer securities transactions. These activities may expose the Company to off-balance sheet risk. In the event a customer fails to satisfy its obligations, the Company may be required to purchase or sell financial instruments at prevailing market prices in order to fulfill the customer's obligations.

In addition, the Company bears the risk of financial failure by its clearing broker. If the clearing broker should cease doing business, the Company's receivable and deposit from this clearing broker could be subject to forfeiture. The Company also maintains its cash balances in different financial institutions, which at times may exceed federally insured limits. As of December 31, 2015, the Company held no cash in excess of the federally insured limit. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

The Company's financial instruments, including cash and cash equivalents, due from broker, deposit with clearing broker, commissions receivable, commissions payable and accrued expenses, are carried at amounts that approximate fair value due to the short-term nature of those instruments.

**KCG Securities, LLC**  
**Notes to Financial Statements**  
**December 31, 2015**

***NOTE 5- SUBSEQUENT EVENTS***

The Company has performed an evaluation of subsequent events through February 24, 2016, the date the financial statements were issued. The evaluation did not result in any subsequent events that require disclosures and/or adjustments.

**KCG Securities, LLC  
Supplementary Information  
Pursuant to Rule 17a-5 of the  
Securities Exchange Act of 1934  
December 31, 2015**

## Schedule I

**KCG Securities, LLC**  
**Computation of Net Capital**  
**Pursuant to Uniform Net Capital Rule 15c3-1**  
**December 31, 2015**

**CREDIT:**

Members' equity	\$ 102,502
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**DEBIT:**

Nonallowable assets:	
Prepaid insurance	6,769
Equipment, net	0

<b>Total debits</b>	6,769
---------------------	-------

<b>Net capital before haircuts on money market funds</b>	95,733
--	--------

Haircuts on money market funds	(219)
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<b>NET CAPITAL</b>	95,514
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Minimum requirements of 6-2/3% of aggregate indebtedness of \$7,379 or \$5,000, whichever is greater	(5,000)
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<b>Excess net capital</b>	\$ 90,514
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<b>[Net Capital less 120 % of minimum required]</b>	\$ 89,514
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**NOTE:** There are no material differences between the preceding computation and the Company's corresponding unaudited Part IIA of Form X-17A-5 as of December 31, 2015.

See Auditor's Report on Supplementary Information



**Schedule II**

**KCG Securities, LLC  
Computation of Aggregate Indebtedness  
Pursuant to Uniform Net Capital Rule 15c3-1  
December 31, 2015**

**AGGREGATE INDEBTEDNESS:**

Commissions payable	\$ 7,179
Accrued expenses	200

<b>TOTAL AGGREGATE INDEBTEDNESS</b>	<b>\$ 7,379</b>
-------------------------------------	-----------------

<b>RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL</b>	<b>0.08 to 1</b>
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See Auditor's Report on Supplementary Information

**Schedule III**

**KCG Securities, LLC  
Exemptive Provision Under Rule 15c3-3  
For the Year Ended December 31, 2015**

If an Exemption from rule 15c3-3 is claimed, identify below the Section upon which such exemption is based (check only one):

- A. \$2,500 Capital Category, As per rule 15c3-1 \_\_\_\_\_
- B. Special Account for the exclusive benefit of Customer's maintained \_\_\_\_\_
- C. All customer transactions cleared through another Broker-Dealer on a fully disclosed basis. Name of Clearing Firm Pershing, LLC X
- D. Exempted by order of the Commission \_\_\_\_\_

See Auditor's Report on Supplementary Information



**Haynie &  
Company**

**Certified Public Accountants** (a professional corporation)

1785 West Printers Row Salt Lake City, Utah 84119 (801) 972-4800 Fax (801) 972-8941

## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To Members of the Firm  
KCG Securities, LLC  
Draper, Utah 84020

We have reviewed management's statements, included in the accompanying Schedule III, in which (1) KCG Securities, LLC identified the following provisions of 17 C.F.R. § 15c3-3(k) under which KCG Securities, LLC claimed an exemption from 17 C.F.R. § 240.15c3-3:(2)(ii) (the "exemption provisions") and (2) KCG Securities, LLC stated that KCG Securities, LLC met the identified exemption provisions throughout the most recent fiscal year without exception. KCG Securities, LLC's management is responsible for compliance with the exemption provisions and its statements

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about KCG Securities, LLC's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.

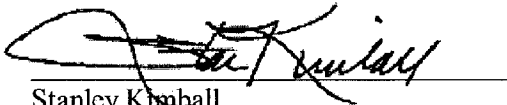
*Haynie & Company*  
Haynie & Company  
Salt Lake City, UT  
February 24, 2016

## Exemption Report

KCG Securities, LLC (the Company) is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. 240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17C.F.R. 240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

- 1) The Company claimed an exemption from 17 C.F.R. 240.15c3-3 under the following provision of 17 C.F.R 240-15c3-3(k): (2) (ii),
- 2) The Company met the identified exemption provision in 17 C.F.R 240.15c3-3(k) throughout the most recent fiscal year without exemption.

I, Stanley Kimball swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

A handwritten signature in black ink, appearing to read "Stanley Kimball", is written over a horizontal line.

Stanley Kimball  
Chief Financial Officer  
KCG Securities, LLC  
February 23, 2016



**Haynie &  
Company**

**Certified Public Accountants** (a professional corporation)

1785 West Printers Row Salt Lake City, Utah 84119 (801) 972-4800 Fax (801) 972-8941

## **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES**

To the Members of Management  
KCG Securities, LLC  
Draper, Utah

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments General Assessment Reconciliation (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2015, which were agreed to by KCG Securities, LLC (the Company), the Securities and Exchange Commission, the Financial Industry Regulatory Authority, Inc., and SIPC, solely to assist you and these other specified parties in evaluating the Company's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). The Company's management is responsible for the Company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement record entries, noting no differences.
2. Compared the amounts reported on the audited Form X-17A-5 Part III for the year ended December 31, 2015, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2015, noting no differences.
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences.
4. Proved the mathematical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences.

We were not engaged to, and did not, conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

*Haynie & Company*  
Haynie & Company  
Salt Lake City  
February 24, 2016

**SIPC-7**

(33-REV 7/10)

**SECURITIES INVESTOR PROTECTION CORPORATION**P.O. Box 92185 Washington, D.C. 20090-2185  
202-371-8300**General Assessment Reconciliation**

For the fiscal year ended 12/31/2015

(Read carefully the instructions in your Working Copy before completing this Form)

**SIPC-7**

(33-REV 7/10)

**TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS**

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a-5:

21\*21\*\*\*\*\*2957\*\*\*\*\*MIXED AADC 220  
068357 FINRA DEC  
KCG SECURITIES LLC  
13961 S MINUTEMAN DR # 300A  
DRAPER UT 84020-7913

Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to form@sipc.org and so indicate on the form filed.

Name and telephone number of person to contact respecting this form.

Ryan Wright 801-984-8000

2. A. General Assessment (item 2e from page 2)

\$ 0

B. Less payment made with SIPC-6 filed (exclude interest)

(                      )

Date Paid

C. Less prior overpayment applied

( 175 )

D. Assessment balance due or (overpayment)

( 175 )

E. Interest computed on late payment (see instruction E) for \_\_\_\_\_ days at 20% per annum

\$ ( 175 )

F. Total assessment balance and interest due (or overpayment carried forward)

\$ ( 175 )

G. PAID WITH THIS FORM:

Check enclosed, payable to SIPC

Total (must be same as F above)

\$                     

H. Overpayment carried forward

\$(                      )

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

The SIPC member submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

KCG Securities, LLC

(Name of Corporation, Partnership or other organization)

[Signature]

(Authorized Signature)

CCO

(Title)

Dated the 8 day of February, 20 16.

This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

**SIPC REVIEWER**

Dates:

Postmarked

Received

Reviewed

Calculations                     Documentation                     Forward Copy                     

Exceptions:

Disposition of exceptions:

**DETERMINATION OF "SIPC NET OPERATING REVENUES"  
AND GENERAL ASSESSMENT**

Amounts for the fiscal period  
beginning 1/1/2015  
and ending 12/31/2015

Item No.

2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)

Eliminate cents  
\$ 1,681,205

2b. Additions:

- (1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.
- (2) Net loss from principal transactions in securities in trading accounts.
- (3) Net loss from principal transactions in commodities in trading accounts.
- (4) Interest and dividend expense deducted in determining item 2a.
- (5) Net loss from management of or participation in the underwriting or distribution of securities.
- (6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.
- (7) Net loss from securities in investment accounts.

Total additions

2c. Deductions:

- (1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security futures products.
- (2) Revenues from commodity transactions.
- (3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.
- (4) Reimbursements for postage in connection with proxy solicitation.
- (5) Net gain from securities in investment accounts.
- (6) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.
- (7) Direct expenses of printing advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 16(9)(L) of the Act).
- (8) Other revenue not related either directly or indirectly to the securities business.  
(See Instruction C):

(Deductions in excess of \$100,000 require documentation)

- (9) (i) Total interest and dividend expense (FOCUS Line 22/PART IIA Line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income.
- (ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 3950).

Enter the greater of line (i) or (ii)

Total deductions

2d. SIPC Net Operating Revenues

2e. General Assessment @ .0025

1,680,057

12,908

1,692,965

\$ (11,760)

\$ 0

(to page 1, line 2.A.)





February 24, 2016

Securities and Exchange Commission  
100 F Street, NE  
Washington, DC 20549

RE: KCG Securities, LLC  
CRD 151300

SEC  
Mail Processing  
Section

FEB 26 2016

Washington DC  
409

Dear Securities Division,

Enclosed please find the 2015 Audit for KCG Securities, LLC. Copies of the Confidential Audit Report are enclosed.

If there are any questions please contact our office at 801-984-8000

Sincerely,

A handwritten signature in black ink, appearing to read "Ryan Wright", written over a horizontal line.

Ryan Wright  
CCO & Operations Manager